

Important

NOTICE TO THE HOMEBUYER

Read Carefully

As part of our job insuring the mortgage for the lender, the FHA requires the lender to conduct an appraisal to:

- estimate the value of your potential new home
- make sure it meets *minimal* FHA standards
- ensure that it will be marketable

Appraisals are different from home inspections. Home inspections give more detailed information about your potential new home.

This report is a summary of the observations of an appraiser who visited the property. If there was a problem, the appraiser answered "YES" under "Problem".

If any condition is marked [yes], this means that the property you want to buy does not currently meet FHA’s Minimum Property Standards. Until this condition is resolved, your lender may not provide you with an FHA insured loan consistent with FHA procedures.

You should speak to your lender about how this situation needs to be handled. You should also make sure that you are confident that the physical condition of this property meets all of your expectations.

For a copy of the full appraisal, contact your lender.

If you have any questions, call us at **1-800-569-4287**.

| Physical Condition | Problem (Y) | Comments |
|---|-------------|----------|
| Site Hazards | | |
| Soil Contamination | | |
| Grading and Drainage Problems | | |
| Well, Individual Water Supply and Septic Problems | | |
| Wood Destroying Insects | | |
| Private Road Access and Maintenance Problems | | |
| Structural Deficiencies | | |
| Foundation Deficiencies | | |
| Roofing Deficiencies | | |
| Mechanical Systems Problems | | |
| General Health and Safety Deficiencies | | |
| Deteriorated Paint | | |

The conditions listed above are reflected on the Valuation Conditions Form (Part 2 of the Comprehensive Valuation Package) of this appraisal. **The lender is required to transmit this Notice to the Homebuyer form to the buyer at least five business days prior to loan closing.**

X _____

FHA Roster Appraiser SignatureID NumberValuation Date

Homebuyer acknowledges receipt of Part 3: Summary:

X _____

X _____

Homebuyer (s) Signature(s):Date Received